



United States
Department of
Agriculture

Farmers
Home
Administration

Washington
D.C.
20250

*Replaced by
FmHA-1355*
FmHA AN No. 1761 (1951)

June 9, 1988

SUBJECT: Salary Offset

TO: State Directors

PURPOSE/INTENDED OUTCOME: The Agricultural Credit Act of 1987 provides additional options to Farmer Program borrowers. Until those options have been offered to a delinquent borrower, it has been determined we cannot consider that borrower for salary offset. The purpose of this AN is to ensure that consideration of Farmer Program borrowers for salary offset will be terminated immediately unless the borrower is in Collection Only status and no other servicing options are available.

COMPARISON WITH PREVIOUS AN: No ANs have been issued on this subject.

IMPLEMENTATION RESPONSIBILITIES: Each State Director will ensure that no salary offsets are implemented for Farmer Program borrowers after receipt of this memorandum unless the borrower is Collection Only status or is not in Collection Only but has no remaining security. Salary offsets that are in effect will remain in effect, but action to initiate additional offsets will be terminated, including consideration of those borrowers on the recent match with the United States Postal Service (USPS). This termination will be in effect until further notice.

This memorandum applies only to Farmer Program borrowers and offset against salaries of Single Family Housing borrowers will continue as provided for under FmHA Instruction 1951-C.

Please contact Bob Nelson on 202-475-4705 (FTS 475-4705) with any questions.

VANCE L. CLARK
Administrator

Sent by electronic mail on 6/14 at 11:46. State Directors will notify County Supervisors and other employees as appropriate.

EXPIRATION DATE: May 31, 1989

Filing Instructions: Preceding
FmHA Instruction 1951-C



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